

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST ADJUSTMENT)	
FILING OF WESTERN LEWIS-)	CASE NO. 92-331-H
RECTORVILLE WATER AND GAS DISTRICT)	

O R D E R

On May 12, 1993, in Case No. 92-331, the Commission approved adjustments to the rates of Western Lewis-Rectorville Water and Gas District ("Western Lewis") to recover its purchased gas cost on a quarterly basis in accordance with the provisions of its gas cost adjustment ("GCA") clause.

On March 1, 1995, Western Lewis filed its GCA to be effective from April 1, 1995 to July 1, 1995.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Western Lewis's notice proposed revised rates to pass on its expected wholesale decrease in gas costs to its customers. Western Lewis's expected gas cost ("EGC") is \$2.7829 per Mcf. Western Lewis had proposed an EGC of \$2.70 per Mcf, but it had not converted its cost of gas from Gasco, Inc. to a Mcf basis.

2. Western Lewis's notice set out no refund adjustment.

3. Western Lewis's current actual adjustment ("AA") should be 28.17 cents per Mcf to collect under-recoveries of October, November, and December 1994 gas cost from its customers. The total AA of 10.68 cents per Mcf reflects the current under-recovery, as

well as previous quarters' under- and over-recovery. Western Lewis neglected to include the previous quarter AAs in its calculation and did not carry the current AA out to four places.

4. Western Lewis's notice set out no balance adjustment ("BA"). This adjustment will be unavailable to Western Lewis until its filing for rates to be effective January 1, 1996.

5. These combined adjustments produce a corrected gas cost recovery rate ("GCR") of \$2.8897 per Mcf, .49 cent per Mcf less than its prior rate.

6. The revised rates in the Appendix to this Order are fair, just, and reasonable, in the public interest, and should be approved for service rendered on and after April 1, 1995.

IT IS THEREFORE ORDERED that:

1. Western Lewis's proposed rates be and they hereby are denied.

2. The rates in the Appendix to this Order are fair, just, and reasonable, and are effective for service rendered on and after April 1, 1995.

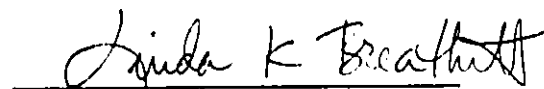
3. Within 30 days of the date of this Order, Western Lewis shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 5th day of April, 1995.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 92-331-H DATED APRIL 5, 1995

The following rates and charges are prescribed for the customers served by Western Lewis-Rectorville Water and Gas District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RETAIL RATES:

Customer Charge	\$1.00 per month		
<u>Monthly Usage</u>			
	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First 1,000 cu. ft. or less (Minimum Bill)	\$3.9883	\$2.8897	\$6.8780
Next 4,000 cu. ft. per 1,000 cu. ft.	1.4565	2.8897	4.3462
Next 5,000 cu. ft. per 1,000 cu. ft.	1.3970	2.8897	4.2867
Over 10,000 cu. ft. per 1,000 cu. ft.	1.2228	2.8897	4.1125